FINANCIAL.

No. Fl. 6927—*G. F.* 209-17-17, *dated* 18*th May* 1918.

The following Notification of the Government of India regarding the Second Indian War Loan is published for the information of the general public within the Mysore State.

2. Applications for War Bonds 1921, War Bonds 1923, War Bonds 1925, and War Bonds 1928 in the form of Pro-notes or inscribed stock certificates, in the prescribed form will be received by officers in charge of Mysore Government Treasuries at all District and Taluk Headquarters.

3. The Comptroller is requested to get the application form printed at the Government Press and have the District and Taluk Treasuries supplied with copies thereof for the use of intending subscribers. He will kindly issue necessary instructions to District and Taluk Treasuries for receiving amounts tendered by subscribers and also make arrangements for promptly obtaining and delivering the scrips required to the parties concerned.

4. As in the case of existing loans of the Government of India, interest on bonds appertaining to the Second Indian War Loan will be payable at all District and Taluk Treasuries within the Mysore State.

5. Deputy Commissioners are requested to make arrangements for posting copies of this notification in Treasuries and all important places of business.

By Order,
J. S. CHAKRAVARTI,
Financial Secretary to Government.

FINANCE DEPARTMENT.

Simla, the 11*th May* 1918.

No. 1250-F.

SECOND INDIAN WAR LOAN.

The whole of the cash subscriptions received will be given to His Majesty's Government for the prosecution of the War as part of India's £100 million contribution.

ISSUE OF

5½ per cent Income-tax Free War Bonds 1921.
Repayable on the 15th September 1921 at Rs. 100 per cent.

5½ per cent Income-tax Free War Bonds 1923.
Repayable on the 15th September 1923 at Rs. 100 per cent.

5½ per cent Income-tax Free War Bonds 1925.
Repayable on the 15th September 1925 at Rs. 103 per cent.

5½ per cent Income-tax Free War Bonds 1928.
Repayable on the 15th September 1928 at Rs. 105 per cent.

AND OF

Post Office 5-Year Cash Certificates.

Free of Income-tax.

Principal and Interest secured on the Revenues and Assets of the Government of India.

WAR BONDS 1921, 1923, 1925 AND 1928.

ISSUE PRICE: Rs. 100 for every Rs. 100 applied for.

INTEREST: Payable half-yearly at the rate of 5½ per cent per annum on the 15th March and the 15th September.

Advance interest from the date of purchase to the 14th September 1918 will be paid at the time of purchase of Bonds.

Advance interest from the date of purchase to the 14th March 1919 will be paid at the time of purchase on Bonds purchased through the Post Office after the 14th September 1918.

SPECIAL RIGHTS: War Bonds 1921, 1923, 1925 and 1928 will be accepted at par during the currency of the Bonds as the equivalent of cash for the purpose of subscription to any future long-term loan issued by the Government of India, whatever rate of interest is attached to such issue.

Interest on War Bonds 1921, 1923, 1925 and 1928 will be income-tax-free but will be taken into account in determining the rate at which the tax is levied on other income and will be liable to super-tax.

Form of Securities:—War Bonds will be issued in the form of (*a*) Inscribed Stock Certificates, or (*b*) Promissory Notes. These will subsequently, if desired, be exchanged, free of cost, for Bearer Bonds when the latter are available.

If no preference is stated by the purchaser, War Bonds will be issued in the form of Inscribed Stock Certificate.

Promissory Notes will, in order to avoid delay, be issued in the first instance in as few separate pieces as possible, but these will later on be exchanged free of charge for pieces of such denominations as may be applied for. A single Stock Certificate will be issued for the amount required.

Purchase of Bonds in the form of *Promissory notes* at Banks and Government Offices.

1. War Bonds in the form of promissory notes in denominations of Rs. 100 or multiples thereof, can be purchased from the 3rd June 1918 to the 14th September 1918, on payment of the amount due.

(*a*) without formal application, at the Head Offices, or any Indian branch, of the Banks of Bengal, Bombay and Madras and

(*b*) on application, at the office of the Controller of Currency, Calcutta, of any Accountant-General or Comptroller or at any Government treasury or sub-treasury.

Applications may be in the form attached hereto (Form A), or may be in any other form which states clearly the amount and description of Bonds required, the full name and address of the purchaser, and the treasury at which he desires that interest shall be paid.

Purchase of Bonds in the form of *inscribed stock* at Government offices and Banks.

2. War Bonds in the form of inscribed stock can be obtained in denominations of Rs. 100 or multiples thereof, from the 3rd June 1918 to the 14th September 1918 on payment of the amount due and on application, from the Public Debt Office, Calcutta, direct or through any of the following offices :—

(*a*) Office of the Controller of Currency, Calcutta, or any Accountant-General or Comptroller;

(*b*) The Head offices, or any Indian branch, of the Banks of Bengal, Bombay or Madras;

(*c*) Any Government treasury or sub-treasury.

Applications may be in the form attached hereto (Form A), or may be in any other form which states clearly the amount and description of Bonds required, the full name and address of the applicant, and the treasury at which he desires that interest shall be paid.

Purchase of Bonds at post offices.

3. War bonds in the form of inscribed stock or promissory notes can be purchased in denominations of Rs. 25, or multiples thereof, subject to a maximum of Rs. 10,000, from the 3rd June 1918 to the 21st December 1918 on payment of the amount due and on application at any post-office conducting savings banks business. Applications may be in the form attached (Form B), or may be in any other form, which states clearly the amount and description of Bonds required, the full name and address of the applicant and the treasury at which he desires that interest shall be paid.

Bonds purchased through the post office may, if so desired, be left in the custody of the Accountant-General, Post and Telegraphs.

Payment.

4. Payment may be made either in cash, or by cheque. In the case of purchases of Bonds at Banks cheques should be drawn in favour of the Secretary and Treasurer or the Agent of the Presidency Bank according as the purchase is made at the Head Office or at a branch of the Presidency Bank. In the case of purchases made at a Government office or a post office the cheque should be drawn in favour of the officer to whom the application is presented.

Payment at post offices may also be made by withdrawal of sums at the credit of the applicant at the post office savings bank.

Payment at Head offices of Presidency Banks may also be made in Indian Treasury bills which will be accepted as cash at their face value less a discount calculated at the rate of 4 per cent per annum on the unexpired portion of the currency of the bill.

Brokerage.

5. Brokerage of one-eighth per cent will be paid to recognised bankers and brokers by the Presidency Banks on any payment in cash or by cheque made through them for purchase of War Bonds.

Brokerage of one-eighth per cent will be allowed to recognised bankers and brokers on applications for War Bonds, bearing their stamp, presented to the Controller of Currency or to any Accountant-General or Comptroller, or at any Government treasury or sub-treasury.

Brokerage of one-sixteenth per cent will be paid to recognised bankers and brokers by the Presidency Banks on any payment in the form of Indian Treasury bills made through them for purchase of War Bonds.

Post Office 5-year Cash Certificates

(FREE OF INCOME TAX)

For Rs. 10, Rs. 20, Rs. 50, Rs. 100 and Rs. 500.

PAYABLE 5 YEARS AFTER ISSUE.

Issue price Rs. 7-12, Rs. 15-8, Rs. 38-12, Rs. 77-8 and Rs. 387-8.

6. Post Office 5-year Cash Certificates may be purchased at any time at any post office conducting savings bank business subject to a maximum holding of Rs. 10,000 by any one person.

7. These certificates may be cashed at the post office of issue at any time during the 5-year period at rates not in any case less than the amount originally paid for the Certificates. These and other particulars can be ascertained at any post office.

FORM A.

Form for use when purchases are made at a Government Office.

I / We ..... herewith tender Rs. ..... in payment of War Bonds 1921 / 1923 / 1925 / 1928 of the equivalent value to be issued to me / us in the form of Promissory Notes / Stock Certificate, interest to be payable at.....

Signature.....

Name.....

Address.....

Date.....

FORM B.

Form to be used when purchases are to be made at a post office.

I / We tender Rupees..... my/our savings bank pass book (s) for withdrawal of Rs..... from my/our account(s) at..... post office in payment of War Bonds 1921 / 1923 / 1925 / 1928 of the equivalent value to be issued in the form of Promissory Notes / Stock Certificate and to be delivered to me/us / retained in the custody of the Accountant-General, Posts and Telegraphs.

2. Interest to be payable

(1) at the.....Treasury,

(2) into my S. B. Account No.....opened at the.....post office,

(3) into a S. B. account to be opened in my name at the..... post office.

Signature.....

Name (in full) .....

Address.....

.....

Date..... .....

(To be filled in by Post Office:)

Date of presentation at the post office.

.....

Register No.....

(To be noted by the receiving Postmaster.)

H. O Stamp.

(To be noted by Head Postmaster.)

With reference to paragraph 2 of Notification, Finance Department, No. 2255—F., dated the 13th October 1917, it is notified for public information that with effect from Monday the 13th May 1918 and until further notice the sale of treasury bills for six, nine, and twelve months will be discontinued. With effect from the same date, and until further notice, the rate for three months treasury bills will be Rupees Ninety-eight and fourteen annas per cent.

(By order of the Governor-General in Council.)

H. F. HOWARD,
Secretary to the Government of India.

No. Fl. 7347—*G. F.* 209-17-25, *dated* 31*st May* 1918.

In continuation of Notification No. 6927, dated 18th May 1918, republishing the Government of India notification regarding the Second Indian War Loan, it is hereby notified for general information that interest will be allowed to subscribers to the loan from the date of payment of money to any Treasury in the State.

No. Fl. 7634—G. F. 209-17-37, dated 10th June 1918.

In continuation of Notification No. Fl. C. 3—G. F. 209-17-5, dated 23rd April 1918, the Government of His Highness the Maharaja of Mysore have decided as in the case of the First War Loan to grant their employees certain concessions to help them in investing their savings in the Second Indian War Loan.

2. The scheme annexed to this notification is therefore published for general information. The Comptroller will issue subsidiary instructions to treasuries and investors.

By Order,

J. S. CHAKRAVARTI,
Financial Secretary to Government.

Rules for the grant of advance to Government officers for subscribing to the Second Indian War Loan:—

On payment by the borrower of a deposit of 5 per cent of the amount applied for either in cash or by deduction from pay bill (*vide* para 8 below) the Government will make an advance of the balance of the intended subscription not exceeding 6 months' salary and also not exceeding Rs. 3,000 in any case.

File 202

2. The officer may subscribe for War Bonds 1921, War Bonds 1923, War Bonds 1925 or War Bonds 1928.

3. The Government will purchase the kind of paper desired by the borrower, and pending the complete repayment of the advance retain the scrip.

4. The amount advanced will be repaid within two years by monthly instalments as in clause 8 noted below.

5. On the amount advanced interest will be charged to the borrower at a rate of 5½ per cent per annum on the amount outstanding on the 1st of each month and payable half-yearly. On the other hand the borrower will be credited with the full interest realised on the war bonds.

6. Failure to repay an instalment will involve the charging of interest on the outstanding balance of advance at 7½ per cent per annum.

7. On complete repayment of the advance the Government will transfer to the borrower the scrip and simultaneously present an account of the interest adjusted.

8. The instalments due to Government will be deducted from pay monthly in the following manner:—

In each of the first 4 months 5 per cent of amount applied for
Do next 20 months 4 per cent do
i.e. in all Rs. 100 for every Rs. 100 of bond applied for.

If no pay or allowances are due to the officer in any month the instalment must be paid in cash.

9. Applications from officers desiring to subscribe under this scheme should be made in the form attached which must be completed and signed and forwarded to the Comptroller not later than 5th September 1918. The first deduction from the pay will be made from the first pay bill drawn after the application is sanctioned by the Comptroller.

To

The Comptroller to the Government of Mysore.

Sir,

I wish to subscribe to the Second Indian War Loan to the extent stated below in accordance with the terms of Scheme set out in Notification No. dated and authorise you to make the necessary deductions from my pay bills for 24 months from 1918 to 1920.

Signature.....
Designation.....
Name of officer.....

Dated.....

Amount subscribed Rs.....
in figures and words Rupees.....

Monthly instalment of recovery (excluding interest) Rs.....per month for the first four months.
Rs..... " " next 20 months.

Details of papers wanted —————papers of Rs.....each.
—————papers of Rs.....each.

Term of paper required: War Bonds 1921.
" 1923.
" 1925.
" 1928.

Form of paper required Inscribed stock
Promissory Note.
Bearer bonds.

No. Fl. 5102—*G. F.* 84-16-2, *dated 7th March* 1917.

Government are pleased to notify for the information of the public that the facilities afforded to effect purchases and sales of securities appertaining to the Mysore State Loan of 1906-07 are extended to the following debentures:—

1. Kolar District Railway.
2. Chitaldrug District Board Railway.
3. Shimoga District Board Railway.
4. Chitaldrug Town Water-supply.

2. Intending purchasers and sellers of all these debentures may apply to the Assistant Comptroller in charge of the State Huzur Treasury, Bangalore.

3. The same conditions and procedure as are applicable to the transactions relating to Government Securities, laid down in Government Order No. Fl. 878-923—G. F. 491-11-2, dated 20th August 1912, reproduced below, will apply in their entirety to the sale and purchase transactions of all these Debentures.

4. Deputy Commissioners are requested to arrange for English and Kannada copies of this notification being posted in all District and Taluk Treasuries.

By Order,

J. S. CHAKRAVARTI,
Financial Secretary.

Proceedings of the Government of His Highness the Maharaja of Mysore.

No. FL. 878-923—G. F. 491-11-2, DATED BANGALORE, 20TH AUGUST 1912.

ORDER.—As there is reason to believe that sufficient facilities do not exist for bringing together persons wishing to sell and those wishing to purchase the securities appertaining to the State Loan of 1906-07, the Government are pleased to direct that the Comptroller should arrange to keep in the State Huzur Treasury a register in which should be noted all particulars including value, rate, etc., relating to the intended purchase or sale of the Mysore State Securities by any member of the public. Any one willing to purchase or sell such securities should communicate his desire to the Comptroller in the State Huzur Treasury Department with all necessary particulars whereon the necessary entries in the register aforesaid should be made. When the Comptroller finds from the entries in the register that he can accommodate an intending buyer and an intending seller, he will ask the buyer if he is willing to purchase the securities required at the rate fixed by the seller. The name and address of the seller and a brief account of his title to the paper obtained from him will also be furnished to the buyer. If he agrees and pays into the nearest treasury an amount sufficient to cover cost, interest accrued and commission, the seller will be requested to effect a suitable endorsement on the security and transmit it to the State Huzur Treasury. The security will then be transmitted to the buyer through the local treasury and the buyer will take delivery of it after examining the paper and scrutinizing the endorsements so as to be satisfied about the title. The money will afterwards be made payable to the seller from any treasury in the State according to his convenience.

2. If in any case the buyer does not take delivery of the paper, the purchase money will be refunded to him but the commission will be forfeited. The security will, in that case, be returned to the owner and the paper will be renewed, if required by him without any fee. As the Comptroller's Office will always have full information about papers and loss of which by theft, etc., will have been notified, there will be no chance of such papers passing through the State Huzur Treasury and cases of intending buyers not taking delivery of the papers must be very rare.

3. The accrued interest from the beginning of the half-year up to the date of deposit of money by the buyer will be added to the buyer to the value of the security. He will therefore, get interest on his money from the next day. The seller will have to lose interest for a few days till the sale money is actually paid to him from the treasury named by him. Against this, however, there will be the free transfer of money from one place to another.

4. A commission of $\frac{1}{16}$ per cent will be charged to the seller by the Comptroller and a similar commission to the buyer, both calculated on the face value of the security. The commission will be paid by the buyer along with the purchase money and the commission payable by the seller will be deducted by the Comptroller before the sale money is paid to the seller.

5. The rates of discount or premium at which transactions will be effected will depend on the rates at which buyers and sellers will come to agreement. Naturally sellers who offer to sell at the lowest rate will be able to sell first and similarly buyers who want to buy at the highest rate will get through their transactions most expeditiously.

J. S. CHAKRAVARTI,
Financial Secretary.

No. Fl. 267—*G. F.* 209-17-67, *dated* 13*th July* 1918.

The following scheme of purchasing Second Indian War Bonds through the Mysore State Life Insurance Department by insured persons is hereby published for general information:

Any officer who has insured his life in the Mysore State Insurance Scheme and whose policy will mature in ordinary course, on or before 30th June 1919, may intimate before the 31st August 1918 to the Secretary, Insurance Committee, that he would like to receive the whole amount of his policy or any part thereof, in War Bonds, appertaining to the Second Indian War Loan of the kind specified by him. On receipt of such intimation, the Secretary, Insurance Committee, will take necessary action, and on the policy maturing in ordinary course or by previous death, the claim will be discharged by the delivery of War Bonds of the kind specified by the insured.

No. F. L. 400—*G. F.* 209-17-70, *dated* 17*th July* 1918.

With a view to afford facilities to the public in the Mysore State to subscribe to the Second Indian War Loan, the Government of His Highness the Maharaja have sanctioned a scheme for purchasing War Bonds 1928, through the Mysore State Life Insurance Department as outlined in the scheme attached.

2. The Secretary, Mysore State Life Insurance Committee, will take all necessary action and issue subsidiary instructions in the matter.

By Order,
J. S. CHAKRAVARTI,
Financial Secretary to Government.

Facilities offered by the Mysore State Life Insurance Department for subscribing to the Second Indian War Loan.

1. Under this scheme any native of Mysore by birth or domicile is enabled to subscribe for Bonds of the Second Indian War Loan for any amount up to Rs. 10,000. The Bonds will be of 1928-5½ per cent and income-tax free. They are redeemable by the Government of India at 105 per sent on 15th September 1928.

2. The Scheme will be worked in the Public Branch of the Mysore State Life Insurance Office. Officials as well as non-officials are allowed to take advantage of it.

3. Any one wishing to benefit by this Scheme should take out a ten-year endowment assurance policy in the Mysore State Life Insurance Department at the ordinary premium rates as per table to be separately published by the Insurance Committee, for a sum equal to the amount of bonds required.

4. As soon as the life policy is accepted by the Insurance Committee and the first premium is paid, bonds will be purchased for the applicant and kept in the custody of the Mysore State Insurance Office.

5. Should a subscriber die at any time during the ten years, the bonds will be immediately transferred to his executors or assignees.

6. If the subscriber survives, then at the end of ten years, the bonds worth 105 per cent and redeemable by the Government of India on 15th September 1928 will be handed over to him.

7. The rules for proposal, medical examination, payment of premium, etc., will be the same as those for ordinary insurance cases in the public branch.